

HB4597



99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

HB4597

by Rep. Robert F. Martwick

SYNOPSIS AS INTRODUCED:

765 ILCS 160/1-55

Amends the Common Interest Community Association Act. Makes a technical change in a Section concerning fidelity insurance.

LRB099 16666 HEP 41004 b

A BILL FOR

1 AN ACT concerning civil law.

2 **Be it enacted by the People of the State of Illinois,**
3 **represented in the General Assembly:**

4 Section 5. The Common Interest Community Association Act is
5 amended by changing Section 1-55 as follows:

6 (765 ILCS 160/1-55)

7 Sec. 1-55. Fidelity insurance. An association with 30 or
8 more units shall obtain and ~~and~~ maintain fidelity insurance
9 covering persons who control or disburse funds of the
10 association for the maximum amount of coverage that is
11 commercially available or reasonably required to protect funds
12 in the custody or control of the association. All management
13 companies which are responsible for the funds held or
14 administered by the association shall maintain and furnish to
15 the association a fidelity bond for the maximum amount of
16 coverage that is commercially available or reasonably required
17 to protect funds in the custody of the management company at
18 any time. The association shall bear the cost of the fidelity
19 insurance and fidelity bond, unless otherwise provided by
20 contract between the association and a management company.

21 (Source: P.A. 96-1400, eff. 7-29-10; 97-605, eff. 8-26-11.)